

FISCAL NOTE

HB 168 - SB 54

February 19, 2003

SUMMARY OF BILL: Exempts items sold through vending machines from sales tax if those machines are owned by persons who are totally blind and exempt from paying county privilege and license taxes.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - \$800,000

Decrease Local Govt. Revenues - \$200,000

Estimate assumes:

- There are approximately 160 vending machine sales tax accounts affected by the legislation.
- Vendors have been subject to the tax for two quarters.
- For those two quarters, \$200,000 is the approximate average amount of state tax collected from vendors that would be exempt under this legislation.
- Over the same time period, those vendors averaged approximately \$50,000 per quarter in local option sales taxes.
- The annual decrease in state revenues is calculated as $\$200,000 \times 4 = \$800,000$.
- The annual decrease in local government revenues is calculated as $\$50,000 \times 4 = \$200,000$

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director